

**UNIFIED SCHOOL DISTRICT NO. 467
LEOTI, KANSAS**

**FINANCIAL STATEMENT
with
INDEPENDENT AUDITOR'S REPORT**

YEAR ENDED JUNE 30, 2018

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INDEPENDENT AUDITOR'S REPORT

Board of Education
Unified School District No. 467
Leoti, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash of Unified School District No. 467, as of and for the year ended June 30, 2018, and the related notes to the financial statement.

Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note A; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the *Kansas Municipal Audit and Accounting Guide*. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note A, the financial statement is prepared by Unified School District No. 467 on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note A and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of Unified School District No. 467 as of June 30, 2018, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balances of Unified School District No. 467 as of June 30, 2018, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note A.

Other Matters

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash (basic financial statement) as a whole. The summary of regulatory basis expenditures – actual and budget, individual fund schedules of regulatory basis receipts and expenditures, schedule of regulatory basis receipts, expenditures, and unencumbered cash – district activity funds, and summary of regulatory basis receipts and disbursements – agency funds (Schedules 1, 2, 3, and 4 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note A.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of Unified School District No. 467 as of and for the year ended June 30, 2017 (not presented herein), and have issued our report thereon dated January 29, 2018, which contained an unmodified opinion on the basic financial statement. The 2017 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the website of the Kansas Department of Administration at the following link: <http://admin.ks.gov/offices/chief-financial-officer/municipal-services>. The 2017 actual column (2017 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures for the year ended June 30, 2018 (Schedule 2 as listed in the table of contents) is also presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 2017 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2017 basic financial statement. The 2017 comparative information was subjected to the auditing procedures applied in the audit of the 2017 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2017 basic financial statement or to the 2017 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2017 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended June 30, 2017, on the basis of accounting described in Note A.

Kennedy McKee & Company LLP

March 5, 2019

**UNIFIED SCHOOL DISTRICT NO. 467
LEOTI, KANSAS**

**SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES
AND UNENCUMBERED CASH
REGULATORY BASIS**

For the Year Ended June 30, 2018

<u>Funds</u>	Beginning unencumbered cash balance (deficit)	Prior year canceled encumbrances	Receipts
General funds:			
General	\$ 31	\$ -	\$ 3,193,552
Supplemental general	28,838	-	1,218,483
Total general funds	28,869	-	4,412,035
Special purpose funds:			
At-risk (4 yr. old)	-	-	64,092
At-risk (K-12)	-	-	326,333
Bilingual education	-	-	181,457
Capital outlay	1,303,788	-	480,832
Driver training	18,975	-	4,696
Food service	29,665	-	252,069
Professional development	3,368	-	-
Special education	141,349	-	235,168
Career & postsecondary education	-	-	148,541
KPERs special retirement contribution	-	-	358,108
Gifts and grants	99,331	-	109,036
Contingency reserve	315,722	-	-
Textbook and student material revolving	28,972	-	22,736
Migrant summer	-	-	1,450
Title IVA	-	-	1,974
Title I	(1,894)	-	74,738
Migrant	-	-	30,000
Title II-A teacher quality	(3,585)	-	25,700
USDOE REAP	-	-	5,068
Finnup Foundation arts grant	133	-	4,200
Elementary lunch - Childs estate	43,481	-	204
District activity funds	59,540	-	70,657
Total special purpose funds	2,038,845	-	2,397,059
Bond and interest funds:			
Bond and interest	415,326	-	278,669
Total reporting entity - excluding agency funds	\$ 2,483,040	\$ -	\$ 7,087,763

Expenditures	Ending unencumbered cash balance (deficit)	Add encumbrances and accounts payable	Ending cash balance (deficit)
\$ 3,193,583	\$ -	\$ 34,438	\$ 34,438
1,175,000	72,321	7,800	80,121
4,368,583	72,321	42,238	114,559
64,092	-	2,317	2,317
326,333	-	7,316	7,316
181,457	-	5,443	5,443
834,153	950,467	740	951,207
8,166	15,505	-	15,505
250,289	31,445	-	31,445
2,037	1,331	-	1,331
338,705	37,812	-	37,812
148,541	-	2,896	2,896
358,108	-	-	-
45,489	162,878	13,536	176,414
-	315,722	-	315,722
17,707	34,001	2,719	36,720
1,450	-	-	-
1,974	-	-	-
72,738	106	1,558	1,664
30,000	-	579	579
22,816	(701)	212	(489)
18,161	(13,093)	840	(12,253)
4,289	44	-	44
866	42,819	-	42,819
79,401	50,796	-	50,796
2,806,772	1,629,132	38,156	1,667,288
340,650	353,345	-	353,345
\$ 7,516,005	\$ 2,054,798	\$ 80,394	\$ 2,135,192

**UNIFIED SCHOOL DISTRICT NO. 467
LEOTI, KANSAS**

**SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES
AND UNENCUMBERED CASH
REGULATORY BASIS**

For the Year Ended June 30, 2018

Composition of cash balance:

Cash on hand	\$ 300
Demand deposits	1,616,202
Certificates of deposit	<u>550,880</u>
Total cash	2,167,382
Agency funds	<u>(32,190)</u>
Total reporting entity - excluding agency funds	<u><u>\$ 2,135,192</u></u>

The notes to the financial statement are an integral part of this statement.

**UNIFIED SCHOOL DISTRICT NO. 467
LEOTI, KANSAS**

NOTES TO THE FINANCIAL STATEMENT

June 30, 2018

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of significant accounting policies applied in the preparation of the accompanying financial statement is presented to assist in understanding the District's financial statement. The financial statement, schedules, and notes are representations of the District's management, which is responsible for their integrity and objectivity.

1. Municipal Financial Reporting Entity

Unified School District No. 467 is a municipal corporation governed by an elected seven-member board. This financial statement presents only Unified School District No. 467 which has no related municipal entities.

2. Basis of Presentation – Fund Accounting

The accounts of the District are organized and operated on the basis of funds. In governmental accounting, a fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

The following types of funds comprise the financial activities of the District for the year ended June 30, 2018:

REGULATORY BASIS FUND TYPES

General funds – the chief operating funds. Used to account for all resources except those required to be accounted for in another fund.

Special Purpose funds – used to account for the proceeds of specific tax levies and other specific regulatory receipt sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

Bond and Interest funds – used to account for the accumulation of resources (including tax levies and transfers from other funds) and payment of general long-term debt.

Agency funds – used to report assets held by the municipal reporting entity in a purely custodial capacity (student organization funds, etc.).

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

3. Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America

The *Kansas Municipal Audit and Accounting Guide* (KMAAG) regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis receipts and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

The District has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the District to use the regulatory basis of accounting.

4. Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the general funds, special purpose funds (unless specifically exempted by statute), and bond and interest funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

- a. Preparation of the budget for the succeeding year on or before August 1st.
- b. Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.
- c. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
- d. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held, and the governing body may amend the budget at that time. There were no such budget amendments for this year.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison schedules are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

4. Budgetary Information (Continued)

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which receipts are recognized when cash is received, and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year end.

A legal operating budget is not required for state and federal grant funds and the following special purpose funds:

- Gifts and Grants
- Contingency Reserve
- Textbook and Student Material Revolving
- Finnup Foundation Arts Grant
- Elementary Lunch – Childs Estate
- District Activity Funds

Spending in funds which are not subject to the legal annual operating budget requirement is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

5. In-Substance Receipt in Transit

The District received \$200,650 subsequent to June 30, 2018 and as required by K.S.A 72-6417 and 72-6434 the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2018.

B. COMPLIANCE WITH KANSAS STATUTES

References made herein to the statutes are not intended as interpretations of law but are offered for consideration of the Director of Accounts and Reports, the State Department of Education, and legal representatives of the District.

The cash basis law provided by K.S.A. 10-1113 prohibits the creation of indebtedness in any fund in excess of monies available in that fund. Although certain special purpose grant funds overspent their cash balances, according to K.S.A. 12-1664 the District is not prohibited from financing the federal share of a local program from current funds if available.

K.S.A. 9-1402 requires the District to obtain security for deposits held in financial institutions. At year end, the District had unsecured deposits in one financial institution of \$250,000.

C. DEPOSITS AND INVESTMENTS

K.S.A. 9-1401 establishes the depositories which may be used by the District. The statute requires banks eligible to hold the District's funds to have a main or branch bank in the county in which the District is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The District has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the District's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The District has no investment policy that would further limit its investment choices.

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka.

At June 30, 2018, the District's carrying amount of deposits was \$2,167,382 and the bank balance was \$2,678,909. Of the bank balance, \$500,000 was covered by federal depository insurance and \$1,928,909 was collateralized with securities held by the pledging financial institutions' agents in the District's name, and \$250,000 was unsecured.

D. DEFEASED BONDS

On October 25, 2016, the District issued \$2,900,000 in general obligation bonds with interest rates ranging from 2.00% to 3.00% to advance refund \$2,810,000 of outstanding 2009 Series bonds with interest rates ranging from 3.00% to 5.00%. The net proceeds of \$3,083,473 (after payments of \$38,000 in issuance costs, \$31,900 for underwriter's discount, \$1,215 rounding adjustment, and \$11,010 for insurance premiums) were deposited into an escrow account to provide for the future debt service payments of the 2009 Series bonds. As a result, the refunded portion of the 2009 Series bonds are considered to be defeased and the liability for those bonds has been removed from the long-term debt footnote (Note E).

The District advance refunded the callable portion of the 2009 Series bonds to reduce its total debt service payments over the next 13 years by \$207,917 and to obtain an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$184,978.

E. LONG-TERM DEBT

Changes in long-term liabilities for the year ended June 30, 2018 were as follows:

<u>Issue</u>	<u>Balance beginning of year</u>	<u>Additions</u>	<u>Reductions/ net change</u>	<u>Balance end of year</u>	<u>Interest paid</u>
General obligation bonds:					
School building bonds - Series 2009:					
Issued September 1, 2009					
In the amount of \$4,500,000					
At interest rates of 3% - 5%					
Maturing October 1, 2020	\$ 610,000	\$ -	\$ 195,000	\$ 415,000	\$ 24,650
Refunding bonds – Series 2016					
Issued October 25, 2016					
In the amount of \$2,900,000					
At interest rates of 2% - 3%					
Maturing October 1, 2029	<u>2,900,000</u>	<u>-</u>	<u>35,000</u>	<u>2,865,000</u>	<u>86,000</u>
Total general obligation bonds	3,510,000	-	230,000	3,280,000	110,650
Capital lease:					
HVAC unit:					
Issued June 20, 2013					
In the amount of \$2,160,420					
At interest rates of 2.71% - 4.96%					
Maturing August 1, 2023	<u>1,402,044</u>	<u>-</u>	<u>618,395</u>	<u>783,649</u>	<u>30,147</u>
Total contractual indebtedness	<u>\$4,912,044</u>	<u>\$ -</u>	<u>\$ 848,395</u>	<u>\$4,063,649</u>	<u>\$ 140,797</u>

Current maturities of general obligation bonds and interest for the next five years and in five-year increments through maturity are as follows:

	<u>Principal due</u>	<u>Interest due</u>	<u>Total due</u>
2019	\$ 215,000	\$ 101,250	\$ 316,250
2020	230,000	90,575	320,575
2021	240,000	81,450	321,450
2022	245,000	74,175	319,175
2023	255,000	66,675	321,675
2024-2028	1,440,000	209,400	1,649,400
2029-2030	<u>655,000</u>	<u>19,875</u>	<u>674,875</u>
Total	<u>\$ 3,280,000</u>	<u>\$ 643,400</u>	<u>\$ 3,923,400</u>

Current maturities of capital leases and interest through maturity are as follows:

	<u>Principal due</u>	<u>Interest due</u>	<u>Total due</u>
2019	\$ 228,842	\$ 19,700	\$ 248,542
2020	235,086	13,456	248,542
2021	241,500	7,043	248,543
2022	<u>78,221</u>	<u>1,186</u>	<u>79,407</u>
Total	<u>\$ 783,649</u>	<u>\$ 41,385</u>	<u>\$ 825,034</u>

F. OPERATING LEASES

The District entered into a six year operating lease agreement for three copiers in July of 2017. Rental payments of \$7,000 are due annually with the first payment beginning in July of 2017. Rental payments for the current year totaled \$7,000. Future minimum rental payments are \$7,000 per year from FY 2019 through FY 2023.

The District entered into a five year operating lease agreement for two copiers in June of 2017. Rental payments of \$1,473 are due annually with the first payment beginning in July of 2017. Rental payments for the current year totaled \$1,473. Future minimum rental payments are \$1,473 per year from FY 2019 through FY 2022.

The District entered into a five year operating lease agreement for a 2019 Blue Bird Activity bus in January of 2018. Rental payments of \$21,829 are due annually with the first payment beginning in January of 2018. Rental payments for the current year totaled \$21,829. Future minimum rental payments are \$21,829 per year from FY 2019 through FY 2022.

G. INTERFUND TRANSFERS

Operating transfers were as follows:

<u>From</u>	<u>To</u>	<u>Amount</u>	<u>Regulatory Authority</u>
General	At-risk (K-12)	\$ 116,412	K.S.A. 72-5167
General	Bilingual education	39,099	K.S.A. 72-5167
General	Food service	3,393	K.S.A. 72-5167
General	Special education	229,797	K.S.A. 72-5167
General	Career & postsecondary education	<u>64,213</u>	K.S.A. 72-5167
Total General		<u>452,914</u>	
Supplemental general	At-risk (4 yr old)	53,217	K.S.A. 72-5143
Supplemental general	At-risk (K-12)	209,921	K.S.A. 72-5143
Supplemental general	Bilingual education	142,358	K.S.A. 72-5143
Supplemental general	Food service	31,974	K.S.A. 72-5143
Supplemental general	Career & postsecondary education	<u>82,519</u>	K.S.A. 72-5143
Total Supplemental general		<u>519,989</u>	
Total operating transfers		<u>\$ 972,903</u>	

H. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

Other post employment benefits. As provided by K.S.A. 12-5040, the District allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the District is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in the financial statement.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the District makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured.

H. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS (CONTINUED)

Section 125 plan. The District offers a Section 125 flexible benefit plan to all eligible employees. It is used for medical insurance premiums, unreimbursed medical expenses, and qualified dependent care expenses. The plan is administered by a third-party administrator. The District withholds the amounts from the employee's paychecks and remits the withholdings to the plan administrator.

Compensated absences. The District's policy is to recognize the costs of compensated absences when actually paid. District policies address vacation for employees on twelve-month contracts and sick leave for all employees. Employees on twelve-month contracts receive two weeks of vacation per year. All full-time employees receive thirteen to sixteen days of unclassified leave annually. Vacation may be accumulated to twice the employee's annual allotment and sick leave may be accumulated up to ninety days. Employees are paid a reduced rate for unused sick leave in excess of ninety days annually. Upon retirement, termination, or resignation, the District does not pay for any accumulated sick leave or personal leave.

I. DEFINED BENEFIT PENSION PLAN

General Information about the Pension Plan

Plan description. The District participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing, multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et seq. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERS website at www.kpers.org, by writing to KPERS (611 South Kansas, Suite 100, Topeka, KS 66603), or by calling 1-888-275-5737.

Contributions. K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2 or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009 and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate of 6% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members. Member contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate with a 0% moratorium for the period of July 1, 2017 through September 30, 2017 for the Death and Disability Program) was 10.81% for the fiscal year ended June 30, 2017. The actuarially determined employer contribution rate and the statutory contribution rate was 12.01% for the fiscal year ended June 30, 2018. Per 2016 House Substitute for Senate Bill 161, Section 98(a)(1), state general fund and expanded lottery act revenue funds for employer contributions to KPERS were deferred. The amount deferred for school contributions was \$92,917,091 for the fiscal year ended June 30, 2016 and the anticipated repayments per SB249 were nullified per HB2052 during fiscal year 2017.

I DEFINED BENEFIT PENSION PLAN (CONTINUED)

General Information about the Pension Plan (Continued)

The State of Kansas contribution to KPERS for all school municipalities for the year ending June 30, 2017, received as of June 30th was \$304,596,361. Per 2017 Senate Substitute for House Bill 2052, Section 37(a), state general fund employer contributions to KPERS were decreased by \$64,130,234 for the fiscal year ended June 30, 2017. Section 43(17) of the bill also stipulates that repayments of the reduced contributions are to be amortized over twenty years at a level dollar amount commencing in fiscal year 2018. The level dollar amount was computed to be \$6.4 million per year.

The State of Kansas is required to contribute the statutory required employer's share except for retired District employees. The District is responsible for the employer's portion of the cost for retired District employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled \$358,108 for the year ended June 30, 2018.

Net Pension Liability

At June 30, 2018, the District's proportionate share of the collective net pension liability reported by KPERS was \$4,265,806. The net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2016, which was rolled forward to June 30, 2017. The District's proportion of the net pension liability was based on the ratio of the District's contributions to KPERS, relative to the total employer and non-employer contributions of the State/School subgroup within KPERS for the fiscal year ended June 30, 2017. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in the financial statement.

The complete actuarial valuation report including all actuarial assumptions and methods, and the report on the allocation of the KPERS collective net pension liability to all participating employers are publically available on the website at www.kpers.org or can be obtained as described above.

J. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; natural disasters, and medical needs of employees. The District has been unable to obtain workers compensation insurance at a cost it considered to be economically justifiable. For this reason, the District has joined together with other school districts in the State to participate in the Kansas Association of School Boards Workers Compensation Fund, a public entity risk pool currently operating as a common risk management and insurance program for participating members.

The District pays an annual premium to the Kansas Association of School Boards for its workers compensation insurance coverage. The agreement to participate provides that the Kansas Association of School Boards Workers Compensation fund will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of \$1,000,000 for each insured event. Additional premiums may be due if total claims for the pool are different than what has been anticipated by the Kansas Association of School Boards management.

The District continues to carry commercial insurance for all other risks of loss. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three years.

K. CONTINGENCIES

The District receives significant financial assistance from numerous Federal and State governmental agencies in the form of grants and pass-through aid. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material effect on the financial statement of the District at June 30, 2018.

L. SUBSEQUENT EVENTS

Management has evaluated subsequent events through March 5, 2019, the date on which the financial statement was available to be used. Management's evaluation concluded that there are no subsequent events that are required to be recognized or disclosed with the financial statement.

**REGULATORY-REQUIRED
SUPPLEMENTARY INFORMATION**

**UNIFIED SCHOOL DISTRICT NO. 467
LEOTI, KANSAS**

**SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended June 30, 2018

<u>Funds</u>	<u>Certified budget</u>	<u>Adjustment to comply with legal maximum budget</u>	<u>Total budget for comparison</u>	<u>Expenditures chargeable to current year</u>	<u>Variance favorable (unfavorable)</u>
General funds:					
General	\$ 3,330,588	\$ (137,005)	\$ 3,193,583	\$ 3,193,583	\$ -
Supplemental general	1,175,000	-	1,175,000	1,175,000	-
Special purpose funds:					
At-risk (4 yr. old)	66,794	-	66,794	64,092	2,702
At-risk (K-12)	382,959	-	382,959	326,333	56,626
Bilingual education	181,457	-	181,457	181,457	-
Capital outlay	1,136,000	-	1,136,000	834,153	301,847
Driver training	14,600	-	14,600	8,166	6,434
Food service	332,300	-	332,300	250,289	82,011
Professional development	3,868	-	3,868	2,037	1,831
Special education	371,125	-	371,125	338,705	32,420
Career & postsecondary education	160,000	-	160,000	148,541	11,459
KPERS special retirement contribution	366,438	-	366,438	358,108	8,330
Bond and interest funds:					
Bond and interest	340,650	-	340,650	340,650	-
 Total	 <u>\$ 7,861,779</u>	 <u>\$ (137,005)</u>	 <u>\$ 7,724,774</u>	 <u>\$ 7,221,114</u>	 <u>\$ 503,660</u>

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 467
LEOTI, KANSAS**

GENERAL FUND

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended June 30, 2018
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

		2018		Variance
	2017	Actual	Budget	favorable (unfavorable)
Receipts:				
State sources:				
State aid	\$ 2,979,062	\$ 2,953,492	\$ 3,072,588	\$ (119,096)
Special education aid	215,952	229,797	250,000	(20,203)
Mineral production tax	7,498	10,263	8,000	2,263
KPERS aid	232,659	-	-	-
Interest	6,956	-	-	-
Total receipts	<u>3,442,127</u>	<u>3,193,552</u>	<u>\$ 3,330,588</u>	<u>\$ (137,036)</u>
Expenditures:				
Instruction	1,614,653	1,642,660	\$ 1,847,227	\$ 204,567
Student support services	84,377	82,530	72,538	(9,992)
Instructional support staff	80,681	88,414	97,450	9,036
General administration	148,295	165,429	152,405	(13,024)
School administration	12,952	15,778	13,520	(2,258)
Central services	99,435	109,593	127,695	18,102
Operations and maintenance	485,136	416,022	523,500	107,478
Operations and maintenance - transportation	4,005	4,214	5,180	966
Student transportation services:				
Supervision	27,363	20,915	32,600	11,685
Vehicle operating services	129,817	141,304	140,000	(1,304)
Vehicle and maintenance services	23,070	52,402	41,724	(10,678)
Other student transportation services	1,610	1,408	2,000	592
Operating transfers	730,702	452,914	274,749	(178,165)
Adjustment to comply with legal maximum budget	-	-	(137,005)	(137,005)
Total expenditures	<u>3,442,096</u>	<u>3,193,583</u>	<u>\$ 3,193,583</u>	<u>\$ -</u>
Receipts over (under) expenditures	31	(31)		
Unencumbered cash, beginning of year	-	31		
Unencumbered cash, end of year	<u>\$ 31</u>	<u>\$ -</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 467
LEOTI, KANSAS**

SUPPLEMENTAL GENERAL FUND

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended June 30, 2018
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

		2018		Variance
	2017	Actual	Budget	favorable (unfavorable)
Receipts:				
Taxes:				
Tax in process	\$ 1,211	\$ 8,124	\$ 40,231	\$ (32,107)
Current tax	928,427	1,117,728	1,055,214	62,514
Delinquent tax	3,906	12,007	4,864	7,143
Motor vehicle tax	78,670	79,941	75,928	4,013
Recreational vehicle tax	1,160	668	659	9
State aid	92,938	-	-	-
Other income	3,271	15	-	15
Total receipts	<u>1,109,583</u>	<u>1,218,483</u>	<u>\$ 1,176,896</u>	<u>\$ 41,587</u>
Expenditures:				
Instruction	51,294	52,499	\$ 38,092	\$ (14,407)
Student support services	41	(571)	500	1,071
Instructional support staff	4,859	3,669	5,000	1,331
General administration	128	-	-	-
School administration	269,739	290,190	217,829	(72,361)
Central services	63,344	64,224	64,200	(24)
Operations and maintenance	240,089	240,530	172,250	(68,280)
Operations and maintenance - transportation	-	-	57,000	57,000
Other supplemental services	5,100	4,470	-	(4,470)
Operating transfers	507,146	519,989	620,129	100,140
Total expenditures	<u>1,141,740</u>	<u>1,175,000</u>	<u>\$ 1,175,000</u>	<u>\$ -</u>
Receipts over (under) expenditures	(32,157)	43,483		
Unencumbered cash, beginning of year	<u>60,995</u>	<u>28,838</u>		
Unencumbered cash, end of year	<u>\$ 28,838</u>	<u>\$ 72,321</u>		

See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NO. 467
LEOTI, KANSAS

AT-RISK (4 YR OLD) FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2018
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

		2018		Variance
	2017	Actual	Budget	favorable (unfavorable)
Receipts:				
Tuition	\$ 11,605	\$ 10,875	\$ 12,000	\$ (1,125)
Transfer from general	-	-	24,749	(24,749)
Transfer from supplemental general	51,432	53,217	30,045	23,172
Total receipts	63,037	64,092	<u>\$ 66,794</u>	<u>\$ (2,702)</u>
Expenditures:				
Instruction	63,037	64,092	<u>\$ 66,794</u>	<u>\$ 2,702</u>
Receipts over (under) expenditures	-	-		
Unencumbered cash, beginning of year	-	-		
Unencumbered cash, end of year	<u>\$ -</u>	<u>\$ -</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 467
LEOTI, KANSAS**

AT-RISK (K-12) FUND

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended June 30, 2018
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

		2018		
	2017	Actual	Budget	Variance favorable (unfavorable)
Receipts:				
Local sources	\$ -	\$ -	\$ 10,000	\$ (10,000)
Transfer from general	171,925	116,412	-	116,412
Transfer from supplemental general	190,245	209,921	372,959	(163,038)
Total receipts	362,170	326,333	<u>\$ 382,959</u>	<u>\$ (56,626)</u>
Expenditures:				
Instruction	362,170	326,333	<u>\$ 382,959</u>	<u>\$ 56,626</u>
Receipts over (under) expenditures	-	-		
Unencumbered cash, beginning of year	-	-		
Unencumbered cash, end of year	<u>\$ -</u>	<u>\$ -</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 467
LEOTI, KANSAS**

BILINGUAL EDUCATION FUND

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended June 30, 2018
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

		2018		
	2017	Actual	Budget	Variance favorable (unfavorable)
Receipts:				
Local sources	\$ -	\$ -	\$ 10,000	\$ (10,000)
Transfer from general	84,421	39,099	-	39,099
Transfer from supplemental general	80,963	142,358	171,457	(29,099)
Total receipts	165,384	181,457	<u>\$ 181,457</u>	<u>\$ -</u>
Expenditures:				
Instruction	165,384	181,457	<u>\$ 181,457</u>	<u>\$ -</u>
Receipts over (under) expenditures	-	-		
Unencumbered cash, beginning of year	-	-		
Unencumbered cash, end of year	<u>\$ -</u>	<u>\$ -</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 467
LEOTI, KANSAS**

CAPITAL OUTLAY FUND

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended June 30, 2018
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

		2018		Variance
	2017	Actual	Budget	favorable (unfavorable)
Receipts:				
Taxes:				
Tax in process	\$ 4,016	\$ 3,109	\$ 15,397	\$ (12,288)
Current tax	353,021	391,985	370,032	21,953
Delinquent tax	10	4,314	1,862	2,452
Motor vehicle tax	29,606	29,722	28,191	1,531
Recreational vehicle tax	431	251	245	6
Interest	4,504	15,694	-	15,694
Charges for services	100	-	-	-
Other	427,537	35,757	-	35,757
Transfer from general	11,677	-	-	-
Total receipts	<u>830,902</u>	<u>480,832</u>	<u>\$ 415,727</u>	<u>\$ 65,105</u>
Expenditures:				
Instruction	48,186	32,167	\$ 55,000	\$ 22,833
Operations and maintenance	18,760	740	-	(740)
Transportation	-	26,129	300,000	273,871
Other support services	258,249	654,611	550,000	(104,611)
Facility acquisition and construction services	64,052	120,506	231,000	110,494
Total expenditures	<u>389,247</u>	<u>834,153</u>	<u>\$ 1,136,000</u>	<u>\$ 301,847</u>
Receipts over (under) expenditures	441,655	(353,321)		
Unencumbered cash, beginning of year	<u>862,133</u>	<u>1,303,788</u>		
Unencumbered cash, end of year	<u>\$ 1,303,788</u>	<u>\$ 950,467</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 467
LEOTI, KANSAS**

DRIVER TRAINING FUND

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended June 30, 2018
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

		2018		
	2017	Actual	Budget	Variance favorable (unfavorable)
Receipts:				
State aid	\$ 2,304	\$ 4,096	\$ 4,480	\$ (384)
Tuition	3,858	600	-	600
Transfer from supplemental general	5,000	-	-	-
Total receipts	11,162	4,696	\$ 4,480	\$ 216
Expenditures:				
Instruction	4,673	7,899	\$ 13,400	\$ 5,501
Vehicle operations, maintenance	20	267	1,200	933
Total expenditures	4,693	8,166	\$ 14,600	\$ 6,434
Receipts over (under) expenditures	6,469	(3,470)		
Unencumbered cash, beginning of year	12,506	18,975		
Unencumbered cash, end of year	\$ 18,975	\$ 15,505		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 467
LEOTI, KANSAS**

FOOD SERVICE FUND

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended June 30, 2018
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

		2018		Variance
	2017	Actual	Budget	favorable (unfavorable)
Receipts:				
Federal aid	\$ 135,760	\$ 131,894	\$ 197,310	\$ (65,416)
State aid	2,418	2,475	2,880	(405)
Charges for services	72,659	81,966	100,050	(18,084)
Other	42	367	30,000	(29,633)
Transfer from general	14,068	3,393	-	3,393
Transfer from supplemental general	11,677	31,974	-	31,974
Total receipts	<u>236,624</u>	<u>252,069</u>	<u>\$ 330,240</u>	<u>\$ (78,171)</u>
Expenditures:				
Operations and maintenance	1,653	2,938	\$ 20,000	\$ 17,062
Food service operations	<u>235,736</u>	<u>247,351</u>	<u>312,300</u>	<u>64,949</u>
Total expenditures	<u>237,389</u>	<u>250,289</u>	<u>\$ 332,300</u>	<u>\$ 82,011</u>
Receipts over (under) expenditures	(765)	1,780		
Unencumbered cash, beginning of year	<u>30,430</u>	<u>29,665</u>		
Unencumbered cash, end of year	<u>\$ 29,665</u>	<u>\$ 31,445</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 467
LEOTI, KANSAS**

PROFESSIONAL DEVELOPMENT FUND

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended June 30, 2018
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

		2018		Variance favorable (unfavorable)
	<u>2017</u>	<u>Actual</u>	<u>Budget</u>	
Receipts:				
State aid	\$ -	\$ -	<u>\$ 500</u>	<u>\$ (500)</u>
Expenditures:				
Instructional support staff	<u>1,837</u>	<u>2,037</u>	<u>\$ 3,868</u>	<u>\$ 1,831</u>
Receipts over (under) expenditures	(1,837)	(2,037)		
Unencumbered cash, beginning of year	<u>5,205</u>	<u>3,368</u>		
Unencumbered cash, end of year	<u>\$ 3,368</u>	<u>\$ 1,331</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 467
LEOTI, KANSAS**

SPECIAL EDUCATION FUND

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended June 30, 2018
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

		2018		Variance
	2017	Actual	Budget	favorable (unfavorable)
Receipts:				
Federal aid	\$ 3,174	\$ 5,371	\$ 5,000	\$ 371
Other	1,685	-	5,000	(5,000)
Transfer from general	215,952	229,797	250,000	(20,203)
Transfer from supplemental general	100,000	-	-	-
Total receipts	320,811	235,168	<u>\$ 260,000</u>	<u>\$ (24,832)</u>
Expenditures:				
Instruction	329,102	338,705	<u>\$ 371,125</u>	<u>\$ 32,420</u>
Receipts over (under) expenditures	(8,291)	(103,537)		
Unencumbered cash, beginning of year	<u>149,640</u>	<u>141,349</u>		
Unencumbered cash, end of year	<u>\$ 141,349</u>	<u>\$ 37,812</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 467
LEOTI, KANSAS**

CAREER & POSTSECONDARY EDUCATION FUND

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended June 30, 2018
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

		2018		
	2017	Actual	Budget	Variance favorable (unfavorable)
Receipts:				
Tuition	\$ -	\$ -	\$ 10,000	\$ (10,000)
Other	795	1,809	104,332	(102,523)
Federal aid	375	-	-	-
Transfer from general	-	64,213	-	64,213
Transfer from supplemental general	67,829	82,519	45,668	36,851
Total receipts	68,999	148,541	\$ 160,000	\$ (11,459)
Expenditures:				
Instruction	68,999	148,541	\$ 159,327	\$ 10,786
Instructional support staff	-	-	673	673
Total expenditures	68,999	148,541	\$ 160,000	\$ 11,459
Receipts over (under) expenditures	-	-		
Unencumbered cash, beginning of year	-	-		
Unencumbered cash, end of year	\$ -	\$ -		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 467
LEOTI, KANSAS**

KPERS SPECIAL RETIREMENT CONTRIBUTION FUND

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended June 30, 2018
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

		2018		Variance
	2017	Actual	Budget	favorable (unfavorable)
Receipts:				
State aid	\$ -	\$ 358,108	\$ 366,438	\$ (8,330)
Transfer from general	232,659	-	-	-
Total receipts	232,659	358,108	\$ 366,438	\$ (8,330)
Expenditures:				
Instruction	151,618	235,143	\$ 240,000	\$ 4,857
Student support services	4,170	6,219	9,438	3,219
Instructional support staff	5,376	8,470	10,000	1,530
General administration	7,494	11,366	20,000	8,634
School administration	19,994	29,337	25,000	(4,337)
Central services	11,401	19,232	15,000	(4,232)
Operations and maintenance	23,417	31,942	30,000	(1,942)
Student transportation services	6,361	11,793	10,000	(1,793)
Food service operations	2,828	4,606	7,000	2,394
Total expenditures	232,659	358,108	\$ 366,438	\$ 8,330
Receipts over (under) expenditures	-	-		
Unencumbered cash, beginning of year	-	-		
Unencumbered cash, end of year	\$ -	\$ -		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 467
LEOTI, KANSAS**

NON-BUDGETED SPECIAL PURPOSE FUNDS

SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the Year Ended June 30, 2018

	Gifts and grants	Contingency reserve	Textbook and student material revolving	Migrant summer	Title IVA
Receipts:					
Federal aid	\$ -	\$ -	\$ -	\$ 1,450	\$ 1,974
Interest	-	-	-	-	-
User charges	-	-	22,736	-	-
Other grants	-	-	-	-	-
Donations	109,036	-	-	-	-
	<u>109,036</u>	<u>-</u>	<u>22,736</u>	<u>1,450</u>	<u>1,974</u>
Total receipts	<u>109,036</u>	<u>-</u>	<u>22,736</u>	<u>1,450</u>	<u>1,974</u>
Expenditures:					
Instruction	-	-	17,707	1,450	1,974
Other expense	45,489	-	-	-	-
	<u>45,489</u>	<u>-</u>	<u>17,707</u>	<u>1,450</u>	<u>1,974</u>
Total expenditures	<u>45,489</u>	<u>-</u>	<u>17,707</u>	<u>1,450</u>	<u>1,974</u>
Receipts over (under) expenditures	63,547	-	5,029	-	-
Unencumbered cash (deficit), beginning of year	99,331	315,722	28,972	-	-
	<u>99,331</u>	<u>315,722</u>	<u>28,972</u>	<u>-</u>	<u>-</u>
Unencumbered cash (deficit), end of year	<u>\$ 162,878</u>	<u>\$ 315,722</u>	<u>\$ 34,001</u>	<u>\$ -</u>	<u>\$ -</u>

See Independent Auditor's Report.

Title I	Migrant	Title II-A teacher quality	USDOE REAP	Finnup Foundation arts grant	Elementary lunch - Childs estate	Total
\$ 74,738	\$ 30,000	\$ 25,700	\$ 5,068	\$ -	\$ -	\$ 138,930
-	-	-	-	-	204	204
-	-	-	-	-	-	22,736
-	-	-	-	4,200	-	4,200
-	-	-	-	-	-	109,036
<u>74,738</u>	<u>30,000</u>	<u>25,700</u>	<u>5,068</u>	<u>4,200</u>	<u>204</u>	<u>275,106</u>
72,738	30,000	22,816	18,161	4,289	-	169,135
-	-	-	-	-	866	46,355
<u>72,738</u>	<u>30,000</u>	<u>22,816</u>	<u>18,161</u>	<u>4,289</u>	<u>866</u>	<u>215,490</u>
2,000	-	2,884	(13,093)	(89)	(662)	59,616
<u>(1,894)</u>	<u>-</u>	<u>(3,585)</u>	<u>-</u>	<u>133</u>	<u>43,481</u>	<u>482,160</u>
<u>\$ 106</u>	<u>\$ -</u>	<u>\$ (701)</u>	<u>\$ (13,093)</u>	<u>\$ 44</u>	<u>\$ 42,819</u>	<u>\$ 541,776</u>

**UNIFIED SCHOOL DISTRICT NO. 467
LEOTI, KANSAS**

BOND AND INTEREST FUND

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended June 30, 2018
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

		2018		Variance
	2017	Actual	Budget	favorable (unfavorable)
Receipts:				
Taxes:				
Tax in process	\$ 3,833	\$ 2,994	\$ 7,380	\$ (4,386)
Current tax	347,295	242,782	224,978	17,804
Delinquent tax	1,399	4,246	1,792	2,454
Motor vehicle tax	27,243	28,332	26,941	1,391
Recreational vehicle tax	402	315	234	81
Other	2,343	-	-	-
Total receipts	<u>382,515</u>	<u>278,669</u>	<u>\$ 261,325</u>	<u>\$ 17,344</u>
Expenditures:				
Debt service:				
Interest	127,391	110,650	\$ 110,650	\$ -
Commission and postage	120	-	-	-
Principal	185,000	230,000	230,000	-
Total expenditures	<u>312,511</u>	<u>340,650</u>	<u>\$ 340,650</u>	<u>\$ -</u>
Receipts over (under) expenditures	70,004	(61,981)		
Unencumbered cash, beginning of year	<u>345,322</u>	<u>415,326</u>		
Unencumbered cash, end of year	<u>\$ 415,326</u>	<u>\$ 353,345</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 467
LEOTI, KANSAS**

DISTRICT ACTIVITY FUNDS

**SCHEDULE OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH
REGULATORY BASIS**

For the Year Ended June 30, 2018

<u>Funds</u>	<u>Beginning unencumbered cash balance</u>	<u>Receipts</u>	<u>Expenditures</u>	<u>Ending unencumbered cash balance</u>	<u>Add encumbrances and accounts payable</u>	<u>Ending cash balance</u>
Gate receipts:						
Junior - Senior High School:						
Athletics general	\$ 4,933	\$ 17,785	\$ 22,718	\$ -	\$ -	\$ -
JH athletic fund	-	5,026	4,773	253	-	253
Musical	7,055	2,846	6,096	3,805	-	3,805
Subtotal gate receipts	11,988	25,657	33,587	4,058	-	4,058
School projects:						
Junior - Senior High School:						
Yearbook	7,330	6,376	4,655	9,051	-	9,051
Athletic uniforms	2,678	8,388	9,436	1,630	-	1,630
Class competition	761	1,032	323	1,470	-	1,470
Teacher activity	590	1,074	1,459	205	-	205
Library	3,130	535	227	3,438	-	3,438
Concessions	7,790	16,810	18,226	6,374	-	6,374
Activity tickets	-	831	831	-	-	-
Contingency	10,000	-	-	10,000	-	10,000
Scholarship	8,434	136	1,450	7,120	-	7,120
Forensics	-	409	384	25	-	25
Scholar's bowl	340	1,139	631	848	-	848
Elementary:						
Library	1,762	157	51	1,868	-	1,868
Yearbook	460	-	460	-	-	-
A/R bookstore	68	-	68	-	-	-
RIF	580	-	580	-	-	-
Box tops	1,179	1,012	1,152	1,039	-	1,039
Education donations	1,574	648	-	2,222	-	2,222
Student activity	876	6,453	5,881	1,448	-	1,448
Subtotal school projects	47,552	45,000	45,814	46,738	-	46,738
Total district activity funds	\$ 59,540	\$ 70,657	\$ 79,401	\$ 50,796	\$ -	\$ 50,796

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 467
LEOTI, KANSAS**

AGENCY FUNDS

**SUMMARY OF RECEIPTS AND DISBURSEMENTS
REGULATORY BASIS**

For the Year Ended June 30, 2018

<u>Funds</u>	<u>Beginning cash balance</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Ending cash balance</u>
Student organization funds:				
Junior - Senior High School:				
Class of 2017	\$ 627	\$ -	\$ -	\$ 627
Class of 2018	2,155	286	1,293	1,148
Class of 2019	2,248	4,504	6,204	548
Class of 2020	1,575	2,598	1,002	3,171
Class of 2021	1,276	1,280	100	2,456
Class of 2022	-	929	-	929
Drama	-	777	777	-
Band	4,031	2,565	5,222	1,374
Cheerleaders junior high	799	-	548	251
Cheerleaders high school	1,514	1,989	1,928	1,575
Future Farmers of America	6,779	23,965	22,978	7,766
Kays	5,075	5,741	5,556	5,260
Student council	1,618	6,531	6,318	1,831
JH student council	692	7,343	6,236	1,799
Bio II trip	487	3,095	2,910	672
Boys BB	142	3,096	3,199	39
Girls BB	836	572	233	1,175
JH volleyball	456	4,310	3,337	1,429
HS volleyball	674	-	600	74
National Honor Society	151	2,339	2,449	41
Total student organization funds	31,135	71,920	70,890	32,165
Clearing funds:				
Junior - Senior High School sales tax	-	4,957	4,945	12
Elementary sales tax	21	78	86	13
Credit card clearing	-	4,593	4,593	-
Total clearing funds	21	9,628	9,624	25
Total agency funds	\$ 31,156	\$ 81,548	\$ 80,514	\$ 32,190

See Independent Auditor's Report.